

Fiscal Note



Fiscal Services Division

SF 2180 – Marijuana Possession Penalty (LSB1586SZ)

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Fiscal Note Version – New

Description

<u>Senate File 2180</u> would change the penalty for first offense possession of marijuana under five grams from a serious misdemeanor to a simple misdemeanor.

Background

Current law states that a person convicted of first offense possession of marijuana commits a serious misdemeanor punishable by a fine of no more than \$1,000 and confinement for no more than six months. In FY 2017, there were 3,692 convictions for first offense possession of marijuana.

Assumptions

- The following will not change over the projection period: charge, conviction, and sentencing
 patterns and trends; prisoner length of stay (LOS); revocation rates; plea bargaining; and
 other criminal justice system policies and practices.
- A lag effect of six months is assumed from the effective date of this Bill to the date of first entry of affected offenders into the correctional system.
- Marginal costs for county jails cannot be estimated due to a lack of data. For purposes of this analysis, the marginal cost for county jails is assumed to be \$50 per day. Additionally, reliable LOS data for county jails is not available.
- 50.0% of the 3,692 convictions for first offense possession of marijuana in FY 2017 involved five grams or less.
- 75.0% of the additional simple misdemeanor first offense possession of marijuana convictions involving five grams or less would utilize the services of a public defender.

Impact

Correctional Impact

Simple misdemeanor convictions are punishable by confinement of no more than 30 days, or a fine of at least \$65 but no more than \$625. This Bill would result in an estimated 923 fewer serious misdemeanor convictions in FY 2019. This amount would increase to 1,846 fewer convictions in FY 2020. There would be fewer admissions into jail, prison, and Community-Based Corrections (CBC) residential facilities, as well as fewer placements for probation and parole. **Table 1** below shows estimates for sentencing to State prison, parole, probation, or CBC residential facilities; LOS under those supervisions; and supervision marginal costs per day for convictions of simple and serious misdemeanors. Refer to the Legislative Services Agency (LSA) memo addressed to the General Assembly, Correctional Impact Statement, dated January 8, 2018, for information related to the correctional system.

Table 1 – Sentencing Estimates and LOS

			FY 17				FY 17 Avg		FY 17	Percent	Avg LOS	
		Avg LOS	Marginal	Avg LOS		Avg LOS	Cost/Day		Marginal	to	County	Marginal
	Percent	Prison	Cost/Day	Parole	Percent to	Probation	Parole &	Percent	Cost/Day	County	Jail	Cost/Day
	to Prison	(months)	Prison	(months)	Probation	(months)	Probation	to CBC	CBC	Jail	(days)	Jail
Serious Misd												
(Non-Persons)	2.0%	7.3	\$17.52	N/A	57.0%	13.8	\$4.93	1.0%	\$10.56	72.0%	N/A	\$50.00
Simple												
Misdemeanor	N/A	N/A	\$17.52	N/A	N/A	N/A	\$4.93	N/A	\$10.56	N/A	N/A	\$50.00

Minority Impact

This Bill would have a positive minority impact to the African American community. In FY 2017, 19.5% of the persons convicted of first offense marijuana possession were African-American. The U.S. Census estimate as of July 1, 2017, states that the lowa population was 3.7% African-American. Refer to the LSA memo addressed to the General Assembly, Minority Impact Statement, dated January 8, 2018, for information related to minorities in the criminal justice system.

Fiscal Impact

During FY 2019, it is estimated that there would be 19 fewer admissions to prison, 10 fewer admissions to a CBC residential facility, 434 fewer admissions to jail, and 572 fewer placements on probation status. Those numbers would double in FY 2020 and subsequent years. **Table 2** below shows the estimated cost savings to the General Fund under this Bill.

Table 2 – Estimate of Costs

		Convict	ion Shift	Cost Increase Estimate		
<u>Offense</u>	Cost Range	FY 2019	FY 2020	FY 2019	FY 2020	
Serious Misdemeanor	\$250 - \$4,900	-923	-1,846	(\$316,600)	(\$633,200)	
Simple Misdemeanor	\$30 - \$330	923	1,846	\$235,400	\$470,700	
Net Change		0	0	(\$81,200)	(\$162,500)	

Additionally, with considerably fewer jail admissions and shorter LOS, there would be savings to local governments.

Sources

Department of Human Rights, Division of Criminal and Juvenile Justice Planning Department of Corrections
Office of the State Court Administrator
Office of the State Public Defender

/s/ Holly M. Lyons
February 12, 2018

The fiscal note for this Bill was prepared pursuant to Joint Rule 17 and the Iowa Code. Data used in developing this fiscal note is available from the Fiscal Services Division of the Legislative Services Agency upon request.